State of New Mexico Energy, Minerals and Natural Resources Department

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Mr. Braxton Blandford bblandford@mewbourne.com

Administrative Order NSP-2136

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

Mewbourne Oil Company [OGRID 14744]

Wine Mixer 21 20 B3IL Federal Com Well No. 1H Wine Mixer 21 20 B3PM Federal Com Well No. 1H

Located in S/2 Section 21 and Section 20, T20 South, R27 East, Eddy County New Mexico

Reference is made to your application received on June 9th, 2022.

You have requested an approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
S/2 Section 21	640	Avalon; Bone Spring (oil)	96381
S/2 Section 20			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit comprising 640 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter-quarter section, as required by Rule 19.15.16.15(B)(3) NMAC.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are being included.

You have requested this non-standard horizontal spacing unit in order to eliminate the need for separate production facilities and additional administrative approvals. Thereby reducing waste while protecting correlative rights within the above referenced horizontal spacing unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit with a Sundry notice to the Engineering Bureau. Reference this NSP Order number on all associated material for any added well(s).

NSP-2136 Mewbourne Oil Company Page 2 of 2

Reference this NSP order number on the As Drilled C-102 submitted with the Authorization to Transport (C-104), to place these wells into production.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



7/25/2022 Date

AES/lrl